

COMMITTEE ON LEGISLATIVE RESEARCH
 OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4925-01
Bill No.: HB 2084
Subject: Lotteries; Gambling.
Type: Original
Date: March 28, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
None			
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
None			
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
 This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

In response to similar legislation from this year, officials from the **Missouri Lottery Commission (LOT)** stated that keno games are scheduled to begin in Missouri in June of 2002. LOT assumed the new keno game will generate a new profit to the lottery proceeds for education fund of \$20.8 million in FY 2003 and \$21.6 million per year thereafter. Therefore, this proposal would keep the state from receiving those net revenues.

In response to similar legislation from this year, officials from the **Office of Administration - Budget and Planning (BAP)** stated the proposal should not result in additional costs or savings to their agency. BAP defers to the Lottery Commission for the revenue estimate.

Oversight notes the Governor's budget request for FY 2003 includes \$20.8 million of projected net revenues to the Lottery Proceeds Fund from the new Quick Draw Lotto game in the Missouri Lottery. However, passage of this proposal would prevent the collection of these (or future) revenues from this game. Oversight assumes this proposal would not cause the loss of any current funding source, and therefore, Oversight assumes this proposal would have no fiscal impact to state funds.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

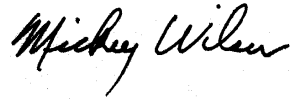
This proposal prohibits the Missouri Gaming Commission from implementing or operating any

keno game unless authorized by statutory authority or by approval of the voters of this state.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Missouri Lottery Commission
Office of Administration - Budget and Planning

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Acting Director
March 28, 2002